

50230080
Wayne
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STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
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SMALL MINING OPERATIONS 2008 PROGRESS REPORT
January 1, 2008 to December 31, 2008

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 50230080
2. Mine Name: Dragon mine.
3. Name of Operator/Permittee: Atlas Mining Co.

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page to the Notice of Intention.

4. Mine Location: Eureka, UT.
5. Report the gross amount of ore mined and waste moved, as well as the current disposition of the material (sold, stockpiled, regraded, etc.):

Gross Ore Mined _____ Tons, or _____ yd³
Waste Material Moved _____ Tons, or _____ yd³
New Disturbance _____ Acres during 2008
Area Reclaimed _____ Acres during 2008
Total Disturbed Area _____ Acres*

3 tons + 1688 lbs of
clay like material
shipped for testing.

*Total life of mine disturbance to the end of 2008.

Was the ore shipped off site? If not, where is the ore located? Yes -

Where is the waste located? _____

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).

N/A.

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): maureen Prokopiw
Title of Operator: Office Manager
Signature of Operator: maureen Prokopiw
Date: 01-29-09.